



**CITY OF HUNTINGTON BEACH  
PUBLIC WORKS COMMISSION  
REQUEST FOR ACTION**

Item No. PW 09-10

**SUBMITTED TO:** Chairman McGovern and Members of the Commission

**SUBMITTED BY:** Travis K. Hopkins, PE, Director of Public Works

**DATE:** March 18, 2009

**SUBJECT:** Sanitary Sewer Fund Annual Report Fiscal Year 2007/08

**Statement of Issue:** In accordance with Section 14.36 of the Huntington Beach Municipal Code (HBMC), the Public Works Department is required to prepare an annual report of the status of the Sanitary Sewer Fund for the City Council. The process also provides an opportunity for the Public Works Commission to review planned projects, revenues and expenditures under the program.

**Funding Source:** No funding is required for this action.

**Impact on Future Maintenance Costs:** Not applicable.

**Recommended Action:** Motion to recommend to the City Council the approval of the Annual Sanitary Sewer Facilities Fund Compliance Report.

**Alternative Action(s):** Recommend revisions to the report.

**Analysis:** The Sanitary Sewer Fund is a development fee that is restricted to use for capacity enhancements. The fee is unrelated to the monthly Sewer Service Charge that is used for operations and maintenance of the existing sewer system.

Section 14.36.070 (d) requires the City Council to review the status of compliance with this Chapter, including the revenues collected and the funds expended. The following information conforms to the requirements of the HBMC regarding revenues and expenditures of the Sanitary Sewer Fund. Although this requirement became effective with the adoption of the revised ordinance in July 2003, the Sewer Facilities Fund has existed since 1988. The following information covers Fiscal Year 2007/08.

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**Fiscal Status**

Revenues and expenditures are summarized below for the past fiscal year. The fund balance as of September 30, 2008 is approximately \$791,000.

Not included in this figure are monies owed the Sanitary Sewer Facilities Fund by the Huntington Beach Redevelopment Agency. The original advance was \$131,000. With interest accrual of \$237,000, the debt amount for the fiscal year end is \$406,000.

**Revenues**

Total revenue for FY 2007/08 was 240,904. In accordance with their agreement, a payment of \$12,310 from the Sunset Beach Sanitary District, and \$224 from the City of Seal Beach was received for capital facility improvements. Developer fees contributed \$191,308. The fund was credited \$37,062 in interest.

**Expenditures**

Salaries for the Sewer Main Capacity Study and final work on the OCSD Bushard Trunk line totaled \$2,397. The OCSD project is now complete in Huntington Beach.

AKM Engineering was authorized \$106, 512 to perform the Sewer Main Capacity Study. The project was budgeted at \$120,000. The study is substantially complete, with \$103,091 expended prior to September 30, 2008.

**Planned Capital Project Expenditures**

The sewer capacity study will continue to identify projects to be completed through the Capital Improvement Program. In this study, flow tests are performed on sewer mains to verify deficiencies identified in the 2003 Sewer Master Plan. Projects will be developed from the flow test information.

**Conformance with Program Goals and Objectives**

The Sanitary Sewer Facilities Fund is intended to implement the goals and objectives of the current Sewer Master Plan. Funds collected and deposited to the fund may be expended solely for the construction or reimbursement for construction of sanitary sewer facilities. The Fund is in compliance with these requirements.

**Environmental Status:** Not applicable.

**Attachments:** None

**Summary of Revenue and Expenditures**  
**Sanitary Sewer Fund**  
**Fiscal Year 2007/08**

<b>Beginning Balance 10/07</b>	<b>\$791,000</b>
<b>Revenue</b>	
Developer fees (residential)	61,338
Developer fees (commercial)	129,970
City of Seal Beach Capital	224
Sunset Beach Sanitary District	12,310
Interest earned	37,062
<b>Total Revenue</b>	<b>\$ 240,904</b>
<b>Expenditures</b>	
Personal services	(2,397)
Sewer capacity study	(49,463)
<b>Total Expenditures</b>	<b>(\$51,860)</b>
<b>Beginning Balance 10/08</b>	<b>\$980,044</b>
Budgeted revenues	177,000
Budgeted expenditures	(5,400)
<b>Estimated Balance 10/09</b>	<b>\$1,151,644</b>

**Rate Structure Fiscal Year 2007/08**

<b>CITY SEWER CONNECTION FEES</b>		
<b>Effective October 1, 2007</b>		
Single Family Dwelling Unit	\$	1,872
Multiple Family Dwelling Unit	\$	1,531
Non-Residential (based on water meter size relationship to Equivalent Dwelling Unit,		
Meter Size & Type	EDU's	Charge
3/4"	1	\$ 2,128
1"	2	\$ 4,256
1 1/2"	3	\$ 6,383
2"	5	\$ 10,639
3"	11	\$ 23,407
4" Compound	17	\$ 36,173
4" Domestic & Turbine	33	\$ 70,219
6" Compound	33	\$ 70,219
6" Domestic & Turbine	67	\$ 142,567
8" Domestic	117	\$ 248,958
10" Domestic	183	\$ 387,169

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